- evidence. But it seems to me that there's justification for
- deposing her on that issue. And I'll allow the parties to
- 3 do so.
- 4 Section 1.311(b) provides that persons and parties
- 5 -- this is with respect to issues 2, 3 and 4 -- Section
- 6 1.311(b) provides that persons and parties may be examined
- 7 regarding any matter not privileged which is relevant to the
- 8 hearing issues. Press and the trial staff urge to grounds
- 9 for overruling RBC's privilege of claim with respect to
- 10 issues 2, 3 and 4.
- 11 First they contend that RBC will have waived its
- 12 privilege if RBC is going to assert that it relied on the
- advice of counsel in its understanding that its filings met
- 14 the FCC's candor requirements citing <u>Hanquards</u>, <u>Inc. versus</u>
- Johnson, 413 fed. supplement 926 at 932 to 33, Northern
- 16 District of California and other cases. And the presiding
- 17 judge agrees that the privilege claim would be waived with
- 18 respect to any issue where RBC asserted that defense.
- 19 However, RBC, has not indicated intention to do so. And
- that's my first question, is does RBC intend to assert a
- 21 defense with respect to issues 2, 3 or 4 that RBC relied on
- the advice of counsel in its understanding that its filing
- 23 met the FCC's candor requirements, Mr. Eisen?
- 24 MR. EISEN: It's the first time I've addressed
- 25 that question, Your Honor.

- JUDGE CHACHKIN: Well, that's my concern.
- 2 Obviously --
- MR. EISEN: I think it's proper discovery to Mr.
- 4 Rey. Off the top of my head, I would say no, but I think
- 5 it's something that they can discovery through his
- 6 deposition testimony.
- JUDGE CHACHKIN: Well what I'm saying, if Mr. Rey
- 8 takes the position that he relied on the advice of counsel
- 9 in its filings -- its pleadings with the Commission, then
- the parties would have a right, it seems to me, to explore
- 11 with counsel exactly what was discussed and what advice it
- 12 provided. If it doesn't take that position, then that
- question doesn't present itself. And we're not going to
- have a situation where Mr. Rey is going to take the stand
- and say my defense is that I relied on advice of -- I told
- 16 counsel -- told them all the facts and counsel prepared this
- motion, whatever it was, and don't blame me; you know, the
- illness is on counsel or this would mitigate what ever
- 19 happened because I relied on counsel.
- 20 MR. EISEN: I don't think that that's possible. I
- 21 don't think that that will arise at all. But I haven't
- 22 spoken to Mr. Rey about that matter. And I think it's
- 23 something that's reasonably raised at this point. But
- nevertheless -- and I can't imagine taking that defense.
- It's something that I don't have an answer to.

- JUDGE CHACHKIN: Well, but the parties have a
- 2 right -- because if -- if that defense is going to be taken
- 3 with respect to any of the issues, particularly the
- 4 misrepresentation issues, then the parties would have a
- 5 right it seems to me to depose Ms. Polivy and Mr. Renouf as
- 6 to what exactly took place with respect to the preparation
- 7 of the documents.
- 8 MR. EISEN: No, I don't think that is -- off the
- 9 top of my head --
- JUDGE CHACHKIN: I'll permit you an opportunity.
- 11 But I want to make clear --
- MR. EISEN: Understood.
- JUDGE CHACHKIN: -- that I want you to be able to
- 14 provide that information to me and the parties by a certain
- date so they can know whether they have to go forward --
- whether they can go forward and -- yes, Ms. Polivy?
- MS. POLIVY: Your Honor, I'm not sure I understand
- 18 the question. I mean, any client relies on a lawyer to
- 19 say -- you know, the client says these are the facts; the
- lawyer writes up whatever is written up. I mean, if you're
- 21 asking -- a client never says I know the law. A lawyer
- 22 would say this set of facts you know, I don't see any
- 23 problem with it. And certainly, that isn't what you're
- 24 asking.
- MR. EISEN: No, I don't think that's the point

- 1 that you've raised.
- JUDGE CHACHKIN: No, that's not the point.
- 3 MS. POLIVY: Okay. Could you --
- 4 JUDGE CHACHKIN: Well, I'm saying if a
- 5 misrepresentation ensues and if the client says the position
- 6 I'm taking is that I'm -- at least as far as mitigation is
- 7 concerned, that I had confidence in my attorney and my
- 8 attorney told me this would be all right to say in the
- 9 pleading -- in the motion, and I relied on it. And if
- 10 anything went wrong, then I'm innocent.
- MR. EISEN: I think that's highly unlikely.
- JUDGE CHACHKIN: Well, I don't know. It's
- 13 happened in other cases.
- MR. EISEN: I understand that, too.
- JUDGE CHACHKIN: And if that's the assertion, the
- 16 parties certainly would have a right it seems to me to
- depose counsel as to exactly what if anything was discussed.
- And I'll afford you an opportunity to consult with your
- 19 client and provide the parties with whether or not you
- 20 intend to assert that kind of defense.
- MR. EISEN: Very good, Your Honor.
- JUDGE CHACHKIN: Now, how much time will you need
- 23 to -- I don't know when these depositions are supposed to
- take place?
- MR. COLE: Ms. Renouf is scheduled for next

- 1 Monday.
- JUDGE CHACHKIN: All right.
- MS. POLIVY: Your Honor, that would not -- that
- schedule isn't possible anyway because we're supposed to be
- in Chicago on Monday preparing the witness for Tuesday.
- JUDGE CHACHKIN: Well certainly prior to the --
- 7 the deposition, the parties should be advised as to whether
- 8 you intend to maintain your right to make that defense or
- 9 not.
- MR. EISEN: Well, the deposition -- we can have an
- 11 answer to you on Monday.
- JUDGE CHACHKIN: All right. And to the parties.
- MR. EISEN: To the parties.
- JUDGE CHACHKIN: As I say, if the parties don't
- intend to assert that defense then the concern -- that
- 16 basis for waiving the privilege doesn't exist and I will not
- 17 permit it. The second basis given is press and the trial
- 18 staff also assert that the crime/fraud exception to the
- 19 attorney-client privilege is a basis for permitting a waiver
- of the attorney-client privilege. They cite the fact that
- 21 the Commission has recognized the waiving of the privilege
- 22 applicable to financial misrepresentation issues similar to
- issue 2 citing Edwin A. Bernstein, 7 fed. 2nd, record 1492
- which was a review board decision in 1992.
- 25 However, <u>Bernstein</u> instructs that the mere

- allegations of wrong-doing will not destroy the privilege.
- 2 <u>Bernstein</u> provides that two conditions must be met to
- 3 validate the privilege. First, there must be prima facie
- 4 evidence that the charge has some foundation in fact.
- 5 Second, there must be some reasonable relationship between
- 6 the advice and the subject matter of the possible violation.
- 7 Press and the trial staff's showing which consists
- 8 solely of speculation as to what RBC and its attorneys may
- 9 or may not have done falls far short of what is necessary to
- invoke the crime/fraud exception to the attorney-client
- 11 privilege. So as I've indicated, the waiver would only be -
- 12 I would say the waiver here of the attorney-client
- privilege would only exist depending on what Mr. Eisen
- indicates as to whether or not he intends to argue that the
- 15 client acted -- relied on the attorney.
- Now, the final matter is sequestration. Now, do
- 17 the parties want any further discussion on that before I
- 18 rule on that matter?
- 19 MR. BLOCK: That's our motion. And I don't know
- if there's anything more that we need to say at this point.
- 21 The -- the focus of the motion is now somewhat changed in
- light of your first ruling. But it's now clear based on
- where you've come out on the -- on the motion for a
- 24 protective order that both Ms. Polivy and Ms. Renouf will be
- witnesses and ought to be witnesses in this matter. And at

- that point, the -- the reason for sequestration ought to
- 2 apply to them as well as to any other witness.
- We have not sought disqualification of Ms. Renouf
- 4 and Ms. Polivy. She's sitting here without our objection
- 5 today. And as to the citation of Judge Ritchie's opinion at
- the end of the opposition to our motion to sequester, I
- 7 think actually it supports us rather than hurts us -- our
- 8 position. Judge Ritchie said that he would not disqualify
- an attorney from pre-trial proceedings where there was no
- 10 questioning on of witnesses involved. There was not a case
- where discovery was about to proceed, but the trial was
- 12 about to proceed.
- And he says you can stay here for the pre-trial
- 14 matters; but when the time comes for the examination of
- witnesses, that's when this rule -- which says that if
- 16 you're going to be a witness, you ought not be in the
- 17 courtroom because of sequestration -- would apply. Well,
- that same procedure would apply here in the same way. Ms.
- 19 Renouf and Ms. Polivy can represent the interest of their
- 20 client in discovery matters, in production of documents, in
- 21 arguments before the -- before Your Honor.
- But when it comes to sitting down and cross
- examining witnesses on the subject matter of which they are
- 24 to be witnesses, it doesn't make any sense to permit that to
- 25 happen. And as a matter of fact, we believe it's a -- it

- would taint the record from what otherwise would be a proper
- 2 approach to examination of the witnesses.
- JUDGE CHACHKIN: But aren't you in effect -- even
- 4 though you aren't labeling it that, aren't you in effect
- 5 seeking to disqualify counsel from participating by what
- 6 you're doing? I mean, if you feel that counsel should be
- 7 precluded by the D.C. code from participating in the hearing
- 8 because she's a necessary witness, then why haven't you
- 9 filed a motion to disqualify counsel from participating? I
- 10 mean, it suits me what you're in essence, this is what
- 11 you're seeking to accomplish.
- MR BLOCK: I think that what Judge Ritchie has
- decided is the approach that we're taking.
- 14 JUDGE CHACHKIN: Was that an attorney involved?
- 15 MR. BLOCK: Yes, it was. That was the whole
- 16 point, that there was disqualification. But he wasn't
- 17 disqualified at the -- from representing his client at pre-
- trial matters that did not involve questioning of witnesses.
- MS. POLIVY: Your Honor, Judge Ritchie was not
- 20 addressing depositions at all
- JUDGE CHACHKIN: Well, that's what I --
- MS. POLIVY: Judge Ritchie was addressing the
- counsel at trial. Is that true, Mr. Block?
- 24 MR BLOCK: Yes. The point was that this came
- 25 up -- the issue was not should we have depositions or not.

- 1 This is a -- immediately before the trial. And he allowed
- 2 him to stay at the pre-trial matter that didn't involve
- guestioning of witnesses. I'm saying that the case is not
- 4 heard of because it doesn't involve a situation where he
- says oh, you can have discovery. That's not the case.
- 6 Ritchie doesn't say that. He says very simply we're not
- 7 going to disqualify you from representing the interests of
- 8 your client except where you cannot be representing your
- 9 client when you must take the stand as a witness --
- JUDGE CHACHKIN: Well --
- MR. BLOCK: -- during the times of questioning the
- 12 witnesses.
- JUDGE CHACHKIN: Well I -- but we're dealing here
- with discovery, with depositions. I don't know what -- that
- 15 case didn't involve depositions
- MR. BLOCK: It didn't involve depositions.
- 17 JUDGE CHACHKIN: Well then I don't see how it's
- 18 relevant to the situation here.
- 19 MR. BLOCK: The -- we don't -- with Ms. Polivy,
- 20 they already made a decision early on this case to take
- 21 themselves out of representation of RBC. For some reason,
- 22 she hasn't disclosed or shared with anyone else here what
- 23 her rationale was. One would assume the rationale was that
- she couldn't represent RBC because she was -- she should be
- 25 a witness and will be witness -

- 1 MS. POLIVY: Your Honor --
- MR. BLOCK: -- on those matters.
- MS. POLIVY: This is rank speculation.
- 4 MR. BLOCK: But --
- JUDGE CHACHKIN: I know I agree with you, Ms.
- 6 Polivy.
- 7 MR. BLOCK: But the point is is that RBL then
- 8 chose to intervene in this case, sought all the attorneys in
- 9 the country to represent it as in this intervention; and
- 10 chose the one lawyer that already withdrew from this matter
- and the one lawyer which should be disqualified. If there
- is going to be disqualification -- and I don't think we have
- to go that far -- but if there is going to be
- disqualification, it really is -- they are -- RBL is so
- tangential to the issues in this case, particularly after
- 16 your decision about Mr. Loftus and the decision about what
- 17 discovery is going to be about.
- 18 RBL wasn't around on the Conant times. RBL's
- 19 interest in this case is at most a contingent interest. And
- 20 if -- if there's going to be disqualification, it can
- 21 possibly be just limited given that situation to where the
- 22 lawyer they chose is also a witness and not at this -- at
- 23 the pre-trial matters where they are -- where there's no
- 24 taint and no problem.
- JUDGE CHACHKIN: Well, it seems to me either

- they're disqualified or they're not disqualified. If you
- feel that Ms. Polivy should be disqualified because of the
- fact she didn't testify, you feel she's a necessary witness,
- 4 then you should file a motion to disqualify her. I don't
- 5 understand this Mickey Mouse business of trying to keep her
- from cross examining witnesses. If you feel that she should
- 7 not participate, then file a motion and we'll have a ruling
- 8 on it. But I don't think the case you cited is precedent
- 9 for your position.
- I assume from what you're telling me, the lawyer
- in the Ritchie case was not committed to participate in the
- 12 hearing itself.
- MR. BLOCK: That's correct.
- JUDGE CHACHKIN: Well if that's your position,
- that she should not be permitted to participate in the
- 16 hearing or the deposition --
- MR. BLOCK: That is our position.
- JUDGE CHACHKIN: -- or both --
- MR. BLOCK: That is our position.
- JUDGE CHACHKIN: -- well, then you should file a
- 21 motion to disqualify her and cite the rule and we'll have a
- ruling and I'll have what she has to say and I'll make a
- ruling on it. But I don't think it should be a basis for
- 24 sequestration.
- MR. BLOCK: I guess I'm confused as to where --

Ţ	JUDGE CHACHKIN: In other words, if your concern
2	is about sequestration solely, then there's an easy
3	solution, namely the one which I gave you at the last
4	session, namely put Ms. Polivy and Ms. Renouf on first if
5	that's all you're interested in. But it's obvious from your
6	pleading your not talking about sequestration. You're
7	talking about her right to cross examine witnesses.
8	MR. BLOCK: I'm talking about both, Your Honor.
9	JUDGE CHACHKIN: Well but this is what you're
10	really opposed to, her cross examination of witnesses.
11	MR. BLOCK: Right.
12	JUDGE CHACHKIN: And it seems to me if you feel
13	that way, then you should move to disqualify her as counsel,
14	not play games by saying we should impose a sequestration
15	order and, therefore, she'll be precluded from participating
16	as counsel.
17	MR. BLOCK: Okay.
18	JUDGE CHACHKIN: I mean, that's what it seems to
19	me you should be doing if that's the way you feel is the
20	case, because I gave I said before, I don't think the
21	reason you've given to preclude her from cross examining
22	witnesses provides a bases for the relief you seek because
23	this fear that somehow she's going to contaminate the
24	proceedings by asking questions is kind of silly in view of

the fact that as a matter of public record, all the

25

- witnesses have already given public statements.
- 2 And the view that somehow there's going to be all
- kinds of other attorneys there, she's going to be able to
- 4 color their testimony and they're going to testify to give
- less than truthful testimony as to what occurred because of
- the questions she's posing is pretty ludicrous in my mind.
- 7 And I don't see that as a basis for preventing her from
- 8 cross examining witnesses
- And as I indicated before -- you might not like it
- 10 -- you may prefer to have your order of witnesses and have
- 11 Ms. Polivy and Ms. Renouf testify last. But you have your
- choice. And I will permit you if necessary after you've
- completed all your examination of all the witnesses to
- recall Ms. Polivy and Ms. Renouf if it's necessary after all
- the other witnesses have testified if you can demonstrate
- there's a basis for it. But as I say, the simple solution
- is -- is to have her testify first. So I'm going to deny
- 18 your motion for sequestration.
- I don't know, Ms. Polivy, if you have anything you
- want to add.
- MS. POLIVY: No, I just have -- I would like to
- 22 observe that Mr. Block's equation of a deponent with a
- 23 witness in the trial sense is misplaced. The federal rules
- 24 make it very clear there's a difference between deposition,
- discovery and witnesses at trial. And they're covered by

- totally different rules on sequestration. Sequestration at
- 2 trial is covered by 615 which is available upon request.
- 3 Sequestration in depositions is covered by Rule 26 which
- 4 requires a much higher standard We briefed the cases and -
- 5 -
- JUDGE CHACHKIN: Well I permit sequestration
- 7 generally with the exception of letting you -- taking you
- 8 first so that you can --
- 9 MS. POLIVY: Your Honor, that -- the problem that
- that raises is that Mr. Rey would be Rainbow's
- 11 representative and --
- MR. BLOCK: Your Honor, we don't object to -- we
- 13 don't --
- MS. POLIVY: -- and he's entitled --
- MR. BLOCK: We don't object to Mr. Rey being --
- MS. POLIVY: Oh, okay
- 17 MR. BLOCK: That's not the issue here. We never
- 18 asked for that.
- JUDGE CHACHKIN: Then there's no problem
- 20 apparently. But we do have the question remaining of what's
- going to happen at trial stage which we're getting awfully
- 22 close to. What is your position, Ms. Polivy? Do you intend
- 23 to participate in the trial if you're called as a witness --
- MS. POLIVY: Your Honor --
- JUDGE CHACHKIN: -- apparently the indication is

- 1 you are going to be called as a witness.
- MS. POLIVY: Well, I don't -- the question is
- 3 whether I'm a necessary witness. And we would like it --
- 4 first of all, I don't think that that's a determination that
- 5 we could make or the court could make prior to the
- 6 conclusion of discovery. If, for example -- and the cases
- 7 are quite clear that if the information that the attorney
- 8 can give is available from other sources, then the attorney
- 9 is not a necessary witness. And I don't think we can know
- 10 that until the depositions are complete.
- There may be no conflict as far as fact is
- 12 concerned. In fact, as far as we know at this point, the
- 13 likelihood of a difference in material fact is not apparent.
- 14 If the question is a legal question as opposed to a factual
- question, then that is not a question on which anyone need
- 16 be a witness.
- JUDGE CHACHKIN: Well you cited the D.C. code I
- 18 believe in your pleading. And as you pointed out --
- 19 MS. POLIVY: The D.C. Rules of Professional
- 20 Conduct.
- JUDGE CHACHKIN: Yes, the D.C. Rules of
- 22 Professional Conduct, and --
- MS. POLIVY: Yes, Rule 37. Would you like a copy
- 24 of it?
- JUDGE CHACHKIN: And as you pointed out, that's --

- I don't have the rules with me today.
- MS. POLIVY: I do if you'd like them.
- JUDGE CHACHKIN: But you pointed out that there
- 4 are certain exceptions, and I haven't familiarized myself
- 5 with certain exceptions --
- 6 MS. POLIVY: That's correct.
- JUDGE CHACHKIN: -- but I can't perceive how you
- 8 would not be an essential witness considering that you had
- 9 discussions with the staff and you also took part in this
- 10 meeting and -- and --
- MS POLIVY: Well
- JUDGE CHACHKIN: -- and discussions with the
- 13 staff, it was you personally who had the discussions with
- 14 certain staff members.
- MS. POLIVY: Well, Your Honor, for example, if
- 16 there is no -- if there is no difference between what the
- 17 staff says the discussions were about and what I would
- testify they were about, obviously I'm not a witness or a
- 19 necessary witness for that. I -- all that I've said -- and
- 20 I am not urging you at this point --
- JUDGE CHACHKIN: Then it seems to --
- MS. POLIVY: -- to make a determination.
- JUDGE CHACHKIN: Yes.
- MS. POLIVY: What we have said is that is not a
- determination that we can make until we know that.

1	JUDGE	CHACHKIN:	And	also	

- MS. POLIVY: And we would -- you know, we would
- 3 like the opportunity.
- JUDGE CHACHKIN: But and also it seems clear
- 5 that essentially you're an essential witness in presenting
- 6 evidence as to whether the ex parte violation was
- 7 intentional or not. I mean, you -- you're the one who dealt
- 8 with this and you have to testify what your motive was and
- 9 what you had in mind and all the rest. I don't know where
- 10 else the it should come from
- MS. POLIVY: Well, Your Honor, I don't think at
- 12 this point --
- JUDGE CHACHKIN: And there is an issue as intent.
- MS. POLIVY: -- would be the appropriate time to
- 15 argue that case because the question is -- I mean, our
- position -- if, for example, it is simply a legal question,
- 17 that's not something on which you take evidence.
- 18 JUDGE CHACHKIN: The issue deals with intent. The
- 19 Commission and the courts have determined that there was an
- 20 ex parte violation. The question is was it intentional or
- 21 not.
- MS. POLIVY: Well, Your Honor --
- JUDGE CHACHKIN: I understand your legal position,
- but that's not before us. But what's -- the question is
- whether it was intentional. And I can't, based on what I've

- seen and heard so far, can't imagine that anyone could --
- would be more knowledgeable of whether there was intent or
- 3 not than you. And I don't -- in the absence of your
- 4 testifying, I don't know where -- how you can
- 5 demonstrate that it wasn't intentional, frankly.
- 6 MS. POLIVY: Your Honor, I -- you know, I'm not
- 7 prepared at this point to --
- JUDGE CHACHKIN: Well that's based on all I've
- 9 heard and seen.
- 10 MS. POLIVY: I understand --
- JUDGE CHACHKIN: And so what I'm saying --
- MS. POLIVY: I understand your position.
- JUDGE CHACHKIN: Well, all I can say is that it's
- 14 not my intention to delay the hearing if it becomes
- 15 necessary for -- for you to recuse yourself because -- of
- 16 the fact that you're a necessary witness because Mr. Eisen
- 17 is here. And I believe the case can go forward. And I
- would not delay the hearing to permit RBL to obtain new
- 19 counsel.
- 20 MS. POLIVY: I understand.
- JUDGE CHACHKIN: All right. So I intend to go
- 22 forward. And I -- chances are, as Ms. Polivy points out, we
- won't know -- won't know whether she's a necessary witness
- 24 until after the depositions are over. So we won't -- I
- won't be able to make a ruling until the eve of the hearing,

- 1 maybe the very day the hearing starts. But the parties are
- 2 put on notice that a substantial question exists in my mind
- on how it can be avoided that Ms. Polivy is a necessary
- 4 witness. And, therefore, it's my intention to go forward to
- 5 hearing since RBC -- which all the issues concern RBC and
- 6 its counsel -- is available for us to go forward to hearing
- 7 regardless of what determination is made with respect to Ms.
- 8 Polivy representing RBL.
- 9 There's -- there's one other matter I think I
- should bring up now, and that's the joint notice of
- deposition of Mr. Andary, A-N-D-A-R-Y, which -- which was
- filed on the 13th of May. And I don't know if the parties
- want to venture any views or whether they want to -- first
- of all, do the parties intend to oppose this motion?
- MR. BLOCK: We haven't -- I haven't come to a
- 16 conclusion about that yet.
- JUDGE CHACHKIN: You know, Mr. Andary is of course
- the director of investigations of the FCC Office of
- 19 Inspector General and --
- 20 MS POLIVY: He was at the time, Your Honor. He
- is no longer at the FCC.
- JUDGE CHACHKIN: I see. And -- well, that's an
- 23 interesting question. If someone was at the FCC and
- 24 performing their duties, does this require Commission
- consent before he can testify as to Commission matters?k

- 1 MR. BLOCK: It's a matter which I would have to
- 2 research. I remember seeing some issues on that, but I
- 3 don't remember how they came out.
- MS. POLIVY: Your Honor, I have been told not, but
- 5 the only case that the Commission has had dealt with a
- 6 Commission employee whose deposition was sought out while he
- 7 was an employee for matters that took place prior to his
- 8 employment. And the Commission said that that is not what
- 9 the rule was intended to go through, that he could be
- deposed without their permission.
- The rule reads, "deposing employees of the
- 12 Commission." It does not say anyone who used to be a -- an
- employee of the Commission.
- JUDGE CHACHKIN: Well, if --
- MS. POLIVY: I -- so the answer is I don't think -
- 16 -
- JUDGE CHACHKIN: Well I don't think --
- 18 MS. POLIVY: -- that there's been a case on it.
- 19 JUDGE CHACHKIN: Well I don't think -- I think
- there is some -- something available on it. If you recall,
- 21 what was it, Fox Telecasting Fox Telecasting where you
- 22 had a situation where they wanted to obtain statements from
- former Commission employees and former commissioners
- themselves. And the Commission had to rule on whether or
- not they could provide that information or testify or give

- evidence because what was involved is when they were
- 2 commissioners.
- MS. POLIVY: Do you have any idea --
- JUDGE CHACHKIN: And I think they had -- pardon
- 5 me?
- 6 MS. POLIVY: Do you have any idea of the year --
- 7 you know, approximately when it would have taken place?
- JUDGE CHACHKIN: Well this happened last year.
- 9 MS. POLIVY: Oh, Fox -- ch, this -- okay.
- JUDGE CHACHKIN: Yes. And I'm sure that my
- 11 recollection is that the Commission -- before they had
- 12 permission to provide any evidence, they had to get the
- permission of the Commission because what they were
- 14 testifying to are matters involving things which where when
- they were commissioners. So I think -- I would think off-
- 16 hand that the Commission would have to approve Mr. Andary
- 17 testifying --
- MS. POLIVY: Wouldn't he --
- JUDGE CHACHKIN: -- about something when he
- investigated a matter involving the Commission.
- 21 MS. POLIVY: Would you like us to submit a short -
- 22 -
- JUDGE CHACHKIN: Well I don't think it's
- 24 necessary because I don't -- I intend to deny the -- in the
- first place, as I say, I would not on my own grant this

- 1 without the Commission first reviewing it because it seems
- 2 to me based on Fox and clearly what was involved here was
- 3 not -- is not what Mr. Andary did when he was in private
- 4 practice, but what he did before the Commission. And,
- 5 therefore, the Commission would have to make a determination
- 6 whether this was something that would require Commission
- 7 consent.
- And I'm not prepared to make that determination.
- 9 And based on my -- what I recall about <u>Fox</u>, the Commission
- 10 did in fact grant the waiver so that they could provide
- evidence as to what took place in the <u>Fox</u> deliberations.
- MS. POLIVY: Then as I understand the procedure
- and the scripts you would first have to make a determination
- of relevance before we could ever go to the Commission to
- 15 ask.
- 16 JUDGE CHACHKIN: That's right. And I'd have to
- 17 first wait for the opposition and your response. And that
- 18 will take us long past the June 4th date for ending
- 19 discovery -- June 7th date for ending discovery. So it
- 20 would seem to me if you wanted to take his deposition, it
- should have been filed a long time ago, not at this late
- 22 stage. That's my first reason.
- Secondly, I don't see how his testimony is
- relevant since he has no personal knowledge of what took
- 25 place. All he did was conduct an investigation and take

- testimony from various individuals. And the question before
- 2 him was whether the ex parte rules were violated, not
- 3 whether there was an intentional violation.
- 4 So first of all, he doesn't have any personal
- 5 knowledge. And what he does have knowledge of is not
- for relevant to the issues in this case. So for those reasons
- 7 and as I indicated also, because this -- any determination
- 8 from the Commission would go way beyond the June 4th -- June
- 9 7th date for the closure of discovery, I will not -- I will
- on my own motion not permit the deposition of Mr. Andary.
- Is there anything else the parties want to take
- up? I hope this is the last time we meet before the hearing
- date. My situation is this. I intend to go on vacation on
- June 4th, and I will not return until June 21st which will
- be the hearing date. So if there's anything that the
- 16 parties can think of now which would in any way affect the
- discovery or anything else, I'd like to hear about it now.
- 18 MR. EISEN: I'm sorry Your Honor. You're leaving
- 19 June 4th?
- JUDGE CHACHKIN: Fourth.
- 21 MR. EISEN: And returning on the 24th?
- JUDGE CHACHKIN: Twenty-first.
- MR. EISEN: Oh, 21st.
- JUDGE CHACHKIN: Seventeen days, yes.
- MS. POLIVY: Your Honor, could we just have a

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- JUDGE CHACHKIN: Sure We'll go off the record.
- 3 (A discussion was held off the record.)
- JUDGE CHACHKIN: We're back on the record. In
- 5 view of my rulings, do you intend to depose Ms. Polivy and
- 6 Ms. Renouf earlier or what? I mean, you have the right to
- 7 do what you want.
- 8 MR. BLOCK: I'll have to confer with Mr. -- with
- 9 the lawyers about that. I -- at this point, I don't plan to
- 10 change the schedule. And the Commission's order that came
- 11 down last week on the -- on the scope of the deposition of
- 12 the -- of the FCC employees has some impact on that, as
- 13 well. So I'll have to consider that. But I have no
- 14 particular plan at this point to change the order.
- MS POLIVY: Your Honor, I have noted that the
- 20th is not a possible date for Ms. Renouf.
- MR. BLOCK: Yes, we heard that and we'll have to -
- 18 -
- 19 MR. COLE: With a caveat that there will be some
- 20 rescheduling of Ms. Renouf because of that.
- JUDGE CHACHKIN: Right Well, the parties can get
- together and reschedule that.
- MS. POLIVY: That's fine.
- JUDGE CHACHKIN: And I'll be available until June
- 4th to make any rulings if necessary. Otherwise, I'll see

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you at the hearing date.
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                 MR. BLOCK: Okay
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                 MR. COLE: Thank you. Your Honor.
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                 MS. POLIVY: Thank you.
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                 (Whereupon, at 10:00 a.m. on Thursday, May 16,
      1996, the hearing adjourned.
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